

Our ref: Costs/FLC:JBsh140825

14 August 2025

Dr James Popple Chief Executive Officer Law Council of Australia PO Box 5350 BRADDON, ACT 2612

By email: john.farrell@lawcouncil.au

Dear Dr Popple,

### **JOINT COSTS ADVISORY COMMITTEE INQUIRY 2025**

The Law Society appreciates the opportunity to contribute to a possible Law Council submission to the Joint Costs Advisory Committee (**JCAC**) in relation to its 2025 Inquiry into Legal Practitioners' Scale of Costs. The Law Society's Costs and Family Law Committees have contributed to this submission.

We agree with the Law Council that some of the scales of costs across the federal courts have failed to keep pace with actual costs incurred by parties, and do not reflect the value of the intellectual work undertaken by lawyers, current charging practices, current market conditions, and changes in the technology used by practitioners.

## Federal Circuit and Family Court of Australia

Our members support an increase to the Federal Circuit and Family Court of Australia (**FCFCOA**) scales to similar scale charges as detailed in the Federal Court Schedule 3 scale, with increases implemented to those scale charges applying on an ongoing basis. We consider that the current Federal Circuit and Family Court scales do not ensure successful parties obtain a reasonable recovery for party/party costs when they obtain the benefit of a costs order.

## **Updating of Fees**

We are of the view that scales and fees generally require more regular and objective review to ensure allowable costs/fees keep pace with developments in the market. We note, for example that the Federal Court's National Guide to Counsel Fees has not been updated for more than 10 years, with the last version issued by the Court in 2013.

### Increased use of technology

Our members also support a review of itemised costs currently provided for under the fee scales against the types of costs reasonably incurred by practitioners when conducting matters using technology approved by the Courts. The Law Society agrees with the view previously expressed by the Law Council that the scales must be living documents, which reflect the actual practices of the Courts and the





profession, to ensure they represent a fair and accurate estimate of work reasonably required to be undertaken. We acknowledge that the JCAC has previously responded that consideration of such matters was outside the scope of its work and would endorse the Law Council restating its 2022 recommendation that the JCAC seek a referral from the Courts to consider such changes.<sup>1</sup>

# Federal Circuit and Family Court of Australia (Family Law) Rules 2021

We also note that in the experience of our members, calculating costs in accordance with the Federal Circuit and Family Court of Australia (Family Law) Rules 2021 (**Family Law Rules 2021**) for proceedings in Division 1 of the FCFCOA is a costly, time-consuming exercise, due to the requirement to count the number of words in each document, either produced or read in the proceedings. This contrasts with the simpler costs scale for Division 2 proceedings, which is set out in the Federal Circuit and Family Court of Australia (Division 2) (Family Law) Rules 2021. Our members would support a review of the process for preparing a costs scale for Division 1 matters, while also acknowledging the complexity of matters listed in Division 1.

Thank you for seeking the Law Society's views. Questions at first instance may be directed to Sonja Hewison, Policy Lawyer, at (02) 9926 0219 or <a href="mailto:sonja.hewison@lawsociety.com.au">sonja.hewison@lawsociety.com.au</a>.

Yours sincerely,

Semifer Ball

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President

<sup>&</sup>lt;sup>1</sup> https://lawcouncil.au/resources/submissions/2022-inquiry-into-legal-practitioners-scales-of-costs, 8.